

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1016 - Funding Summary

	Executive Budget	Final Legislative Action	Comparison To Executive Budget
Housing Finance Agency			
Flood-impacted housing	<u> </u>	<u>\$1,500,000</u>	<u>\$1,500,000</u>
Total all funds	\$0	\$1,500,000	\$1,500,000
Less estimated income	<u>0</u>	<u>1,500,000</u>	<u>1,500,000</u>
General fund	\$0	\$0	\$0
FTE	0.00	0.00	0.00
Adjutant General			
Salaries and wages	\$7,844,116	\$7,333,169	(\$510,947)
Operating expenses	4,062,891	4,112,891	50,000
Capital assets	1,370,632	1,370,632	
Grants	1,109,514	1,109,514	
Civil Air Patrol	290,771	287,451	(3,320)
Tuition, recruiting, and retention	2,517,500	2,517,500	
Air Guard contract	11,748,127	11,483,158	(264,969)
Army Guard contract	58,533,992	58,182,671	(351,321)
Veterans' Cemetery	662,824	647,005	(15,819)
Reintegration program	1,501,593	1,486,980	(14,613)
Accrued leave payments		812,098	812,098
Contingent tuition assistance	<u> </u>	<u>375,000</u>	<u>375,000</u>
Total all funds	\$89,641,960	\$89,718,069	\$76,109
Less estimated income	<u>70,547,829</u>	<u>70,318,743</u>	<u>(229,086)</u>
General fund	\$19,094,131	\$19,399,326	\$305,195
FTE	178.00	178.00	0.00
Department of Emergency Services			
Salaries and wages	\$10,571,028	\$10,298,920	(\$272,108)
Operating expenses	9,919,488	9,919,488	
Capital assets	923,240	923,240	
Grants	19,373,247	19,373,247	
Disaster costs	147,730,354	147,718,567	(11,787)
Radio communications	3,710,000	2,735,000	(975,000)
Accrued leave payments	<u> </u>	<u>283,895</u>	<u>283,895</u>
Total all funds	\$192,227,357	\$191,252,357	(\$975,000)
Less estimated income	<u>179,525,854</u>	<u>179,525,854</u>	<u>0</u>
General fund	\$12,701,503	\$11,726,503	(\$975,000)
FTE	68.00	68.00	0.00
Bill Total			
Total all funds	\$281,869,317	\$282,470,426	\$601,109
Less estimated income	<u>250,073,683</u>	<u>251,344,597</u>	<u>1,270,914</u>
General fund	\$31,795,634	\$31,125,829	(\$669,805)
FTE	246.00	246.00	0.00

House Bill No. 1016 - Housing Finance Agency - Conference Committee Action

	Executive Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Flood-impacted housing			\$1,500,000	\$1,500,000		\$1,500,000
Total all funds	\$0	\$0	\$1,500,000	\$1,500,000	\$0	\$1,500,000
Less estimated income	0	0	1,500,000	1,500,000	0	1,500,000
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

Department 473 - Housing Finance Agency - Detail of Conference Committee Changes

	Adds Funding for Housing Rehabilitation¹	Total Conference Committee Changes
Flood-impacted housing	1,500,000	1,500,000
Total all funds	\$1,500,000	\$1,500,000
Less estimated income	1,500,000	1,500,000
General fund	\$0	\$0
FTE	0.00	0.00

¹ Funding of \$1.5 million from the state disaster relief fund is added to continue county and city housing rehabilitation projects to assist residents in the rehabilitation or replacement of flood-damaged homes. The Housing Finance Agency is to provide a report to the Budget Section regarding the use of the funds. The Senate version provided a \$1.5 million appropriation from the state disaster relief fund to the Adjutant General for flood-impacted housing assistance.

House Bill No. 1016 - Adjutant General - House Action

	Executive Budget	House Changes	House Version
Salaries and wages	\$7,844,116	(\$1,167,105)	\$6,677,011
Operating expenses	4,062,891		4,062,891
Capital assets	1,370,632		1,370,632
Grants	1,109,514		1,109,514
Civil Air Patrol	290,771	(3,320)	287,451
Tuition, recruiting, and retention	2,517,500		2,517,500
Air Guard contract	11,748,127	(264,969)	11,483,158
Army Guard contract	58,533,992	(351,321)	58,182,671
Veterans' Cemetery	662,824	(15,819)	647,005
Reintegration program	1,501,593	(14,613)	1,486,980
Accrued leave payments		812,098	812,098
Total all funds	\$89,641,960	(\$1,005,049)	\$88,636,911
Less estimated income	70,547,829	(662,150)	69,885,679
General fund	\$19,094,131	(\$342,899)	\$18,751,232
FTE	178.00	0.00	178.00

Department 540 - Adjutant General - Detail of House Changes

	Corrects Executive Compensation Package¹	Adjusts State Employee Compensation and Benefits Package²	Provides Separate Line Item for Accrued Leave Payments³	Total House Changes
Salaries and wages	184,745	(1,189,794)	(162,056)	(1,167,105)
Operating expenses				
Capital assets				
Grants				
Civil Air Patrol			(3,320)	(3,320)
Tuition, recruiting, and retention				
Air Guard contract			(264,969)	(264,969)
Army Guard contract			(351,321)	(351,321)
Veterans' Cemetery			(15,819)	(15,819)
Reintegration program			(14,613)	(14,613)
Accrued leave payments			812,098	812,098
Total all funds	\$184,745	(\$1,189,794)	\$0	(\$1,005,049)
Less estimated income	121,931	(784,081)	0	(662,150)
General fund	\$62,814	(\$405,713)	\$0	(\$342,899)
FTE	0.00	0.00	0.00	0.00

¹ Funding is added due to a calculation error in the executive compensation package.

² This amendment adjusts the state employee compensation and benefits package as follows:

- Reduces the performance component from 3 to 5 percent per year to 2 to 4 percent per year.
- Reduces the market component from 2 to 4 percent per year for employees below the midpoint of their salary range to up to 2 percent for employees in the first quartile of their salary range for the first year of the biennium only.
- Removes funding for additional retirement contribution increases.

³ A portion of salaries and wages funding from the general fund (\$232,991) and from other funds (\$579,107) for permanent employees' compensation and benefits is reallocated to an accrued leave payments line item for paying annual leave and sick leave for eligible employees.

This amendment also:

- Adds a section to allow the Adjutant General to transfer funds between subdivisions in Section 1 of the bill as it relates to the state employee compensation package.
- Removes Section 9 of the bill which provides statutory changes to the uses of the state disaster relief fund.

House Bill No. 1016 - Adjutant General - Senate Action

	Executive Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$7,844,116	\$6,677,011	\$1,351,850	\$8,028,861
Operating expenses	4,062,891	4,062,891	50,000	4,112,891
Capital assets	1,370,632	1,370,632		1,370,632
Grants	1,109,514	1,109,514		1,109,514
Civil Air Patrol	290,771	287,451	3,320	290,771
Tuition, recruiting, and retention	2,517,500	2,517,500		2,517,500
Air Guard contract	11,748,127	11,483,158	264,969	11,748,127
Army Guard contract	58,533,992	58,182,671	351,321	58,533,992
Veterans' Cemetery	662,824	647,005	15,819	662,824
Reintegration program	1,501,593	1,486,980	14,613	1,501,593
Accrued leave payments		812,098	(812,098)	
Contingent tuition assistance			375,000	375,000
Total all funds	\$89,641,960	\$88,636,911	\$1,614,794	\$90,251,705
Less estimated income	70,547,829	69,885,679	784,081	70,669,760
General fund	\$19,094,131	\$18,751,232	\$830,713	\$19,581,945
FTE	178.00	178.00	0.00	178.00

Department 540 - Adjutant General - Detail of Senate Changes

	Restores Executive Compensation Package¹	Removes Separate Line Item for Accrued Leave Payments²	Adds Contingent Appropriation for Tuition Assistance³	Adds Funding for Veterans' Book⁴	Total Senate Changes
Salaries and wages	1,189,794	162,056			1,351,850
Operating expenses				50,000	50,000
Capital assets					
Grants					
Civil Air Patrol		3,320			3,320
Tuition, recruiting, and retention					
Air Guard contract		264,969			264,969
Army Guard contract		351,321			351,321
Veterans' Cemetery		15,819			15,819
Reintegration program		14,613			14,613
Accrued leave payments		(812,098)			(812,098)
Contingent tuition assistance			375,000		375,000
Total all funds	\$1,189,794	\$0	\$375,000	\$50,000	\$1,614,794
Less estimated income	784,081	0	0	0	784,081
General fund	\$405,713	\$0	\$375,000	\$50,000	\$830,713
FTE	0.00	0.00	0.00	0.00	0.00

¹ Funding reductions made by the House to the state employee compensation and benefits package are restored to the Governor's recommended level.

² The accrued leave payments line item added by the House is removed, and the associated funding returned to line items with salaries and wages funding.

³ A section is added to provide a contingent general fund appropriation for tuition assistance for eligible members of the National Guard. The funding is contingent upon the Adjutant General certifying to the Office of Management and Budget that the National Guard has received a new assignment in association with the Grand Forks Air Force Base.

⁴ Funding is added for the Adjutant General to coordinate the writing, publishing, and distribution of a book of all veterans having a relationship with the state.

The amendment also:

- Adds a section to allow the Adjutant General to continue unspent 2011-13 biennium appropriations into the 2013-15 biennium relating to tuition assistance for eligible members of the National Guard. The Adjutant General estimates \$500,000 from the general fund will be unspent at the end of the 2011-13 biennium and continued into the 2013-15 biennium.
- Adds a section to provide statutory changes relating to the payment of expenditures from the state disaster relief fund.

House Bill No. 1016 - Adjutant General - Conference Committee Action

	Executive Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$7,844,116	\$6,677,011	\$656,158	\$7,333,169	\$8,028,861	(\$695,692)
Operating expenses	4,062,891	4,062,891	50,000	4,112,891	4,112,891	
Capital assets	1,370,632	1,370,632		1,370,632	1,370,632	
Grants	1,109,514	1,109,514		1,109,514	1,109,514	
Civil Air Patrol	290,771	287,451		287,451	290,771	(3,320)
Tuition, recruiting, and retention	2,517,500	2,517,500		2,517,500	2,517,500	
Air Guard contract	11,748,127	11,483,158		11,483,158	11,748,127	(264,969)
Army Guard contract	58,533,992	58,182,671		58,182,671	58,533,992	(351,321)
Veterans' Cemetery	662,824	647,005		647,005	662,824	(15,819)
Reintegration program	1,501,593	1,486,980		1,486,980	1,501,593	(14,613)
Accrued leave payments		812,098		812,098		812,098
Contingent tuition assistance			375,000	375,000	375,000	
Total all funds	\$89,641,960	\$88,636,911	\$1,081,158	\$89,718,069	\$90,251,705	(\$533,636)
Less estimated income	70,547,829	69,885,679	433,064	70,318,743	70,669,760	(351,017)
General fund	\$19,094,131	\$18,751,232	\$648,094	\$19,399,326	\$19,581,945	(\$182,619)
FTE	178.00	178.00	0.00	178.00	178.00	0.00

Department 540 - Adjutant General - Detail of Conference Committee Changes

	Removes House Changes to Executive Compensation Package¹	Adjusts State Employee Compensation and Benefits Package²	Adds Contingent Appropriation for Tuition Assistance³	Adds Funding for Veterans' Book⁴	Total Conference Committee Changes
Salaries and wages	1,189,794	(533,636)			656,158
Operating expenses				50,000	50,000
Capital assets					
Grants					
Civil Air Patrol					
Tuition, recruiting, and retention					
Air Guard contract					
Army Guard contract					
Veterans' Cemetery					
Reintegration program					
Accrued leave payments					
Contingent tuition assistance			375,000		375,000
Total all funds	\$1,189,794	(\$533,636)	\$375,000	\$50,000	\$1,081,158
Less estimated income	784,081	(351,017)	0	0	433,064
General fund	\$405,713	(\$182,619)	\$375,000	\$50,000	\$648,094
FTE	0.00	0.00	0.00	0.00	0.00

¹ Changes made by the House to the executive compensation package are removed.

² This amendment adjusts the state employee compensation and benefits package as follows:

- Reduces the performance component from 3 to 5 percent per year to 3 to 5 percent for the first year of the biennium and 2 to 4 percent for the second year of the biennium.
- Reduces the market component from 2 to 4 percent per year to 1 to 2 percent per year for employees below the midpoint of their salary range.

- Reduces funding for retirement contribution increases to provide for a 1 percent state and 1 percent employee increase beginning in January 2014 and no increase in January 2015.

³ A section is added to provide a contingent general fund appropriation for tuition assistance for eligible members of the National Guard. The funding is contingent upon the Adjutant General certifying to the Office of Management and Budget that the National Guard has received a new assignment in association with the Grand Forks Air Force Base. The Senate also added the section.

⁴ Funding is added for the Adjutant General to coordinate the writing, publishing, and distribution of a book of all veterans having a relationship with the state. The Senate also added the funding.

This amendment:

- Adds a section to allow the Adjutant General to continue unspent 2011-13 biennium appropriations into the 2013-15 biennium relating to tuition assistance for eligible members of the National Guard. The Adjutant General estimates \$500,000 from the general fund will be unspent at the end of the 2011-13 biennium and continued into the 2013-15 biennium. The Senate also added this section.
- Does not include a section added by the Senate to provide statutory changes relating to the uses of the state disaster relief fund.

House Bill No. 1016 - Department of Emergency Services - House Action

	Executive Budget	House Changes	House Version
Salaries and wages	\$10,571,028	(\$272,108)	\$10,298,920
Operating expenses	9,919,488	(200,000)	9,719,488
Capital assets	923,240		923,240
Grants	19,373,247		19,373,247
Disaster costs	147,730,354	(11,787)	147,718,567
Radio communications	3,710,000	(1,250,000)	2,460,000
Accrued leave payments		283,895	283,895
Total all funds	<u>\$192,227,357</u>	<u>(\$1,450,000)</u>	<u>\$190,777,357</u>
Less estimated income	<u>179,525,854</u>	<u>(200,000)</u>	<u>179,325,854</u>
General fund	\$12,701,503	(\$1,250,000)	\$11,451,503
FTE	68.00	0.00	68.00

Department 542 - Department of Emergency Services - Detail of House Changes

	Provides Separate Line Item for Accrued Leave Payments¹	Reduces Funding for Volunteer Disaster Response Coordination²	Reduces Funding for Statewide Seamless Base Map Project³	Reduces Funding for State Radio Towers⁴	Total House Changes
Salaries and wages	(272,108)				(272,108)
Operating expenses		(200,000)			(200,000)
Capital assets					
Grants					
Disaster costs	(11,787)				(11,787)
Radio communications			(650,000)	(600,000)	(1,250,000)
Accrued leave payments	<u>283,895</u>				<u>283,895</u>
Total all funds	\$0	(\$200,000)	(\$650,000)	(\$600,000)	(\$1,450,000)
Less estimated income	<u>0</u>	<u>(200,000)</u>	<u>0</u>	<u>0</u>	<u>(200,000)</u>
General fund	\$0	\$0	(\$650,000)	(\$600,000)	(\$1,250,000)
FTE	0.00	0.00	0.00	0.00	0.00

¹ A portion of salaries and wages funding from the general fund (\$127,298) and from other funds (\$156,597) for permanent employees' compensation and benefits is reallocated to an accrued leave payments line item for paying annual leave and sick leave for eligible employees.

² Funding included in the executive budget recommendation from the state disaster relief fund for volunteer disaster management services is reduced from \$400,000 to \$200,000.

³ One-time funding from the general fund for the statewide seamless base map project is reduced from \$1,300,000 to \$650,000. The project also includes federal funding of \$500,000 which is not changed.

⁴ One-time funding from the general fund for new State Radio towers is reduced by \$600,000, from \$1,500,000 to \$900,000.

A section is also added to provide carryover authority into the 2013-15 biennium for any unexpended funds related to the computer-aided dispatch Phase 2 project.

House Bill No. 1016 - Department of Emergency Services - Senate Action

	Executive Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$10,571,028	\$10,298,920	\$272,108	\$10,571,028
Operating expenses	9,919,488	9,719,488	200,000	9,919,488
Capital assets	923,240	923,240		923,240
Grants	19,373,247	19,373,247		19,373,247
Disaster costs	147,730,354	147,718,567	1,511,787	149,230,354
Radio communications	3,710,000	2,460,000	275,000	2,735,000
Accrued leave payments		283,895	(283,895)	
Total all funds	<u>\$192,227,357</u>	<u>\$190,777,357</u>	<u>\$1,975,000</u>	<u>\$192,752,357</u>
Less estimated income	<u>179,525,854</u>	<u>179,325,854</u>	<u>1,700,000</u>	<u>181,025,854</u>
General fund	\$12,701,503	\$11,451,503	\$275,000	\$11,726,503
FTE	68.00	68.00	0.00	68.00

Department 542 - Department of Emergency Services - Detail of Senate Changes

	Removes Separate Line Item for Accrued Leave Payments¹	Restores Funding for Volunteer Disaster Response Coordination²	Adds Funding for Housing Rehabilitation³	Restores a Portion of Funding for State Radio Towers⁴	Total Senate Changes
Salaries and wages	272,108				272,108
Operating expenses		200,000			200,000
Capital assets					
Grants					
Disaster costs	11,787		1,500,000		1,511,787
Radio communications				275,000	275,000
Accrued leave payments	<u>(283,895)</u>				<u>(283,895)</u>
Total all funds	\$0	\$200,000	\$1,500,000	\$275,000	\$1,975,000
Less estimated income	<u>0</u>	<u>200,000</u>	<u>1,500,000</u>	<u>0</u>	<u>1,700,000</u>
General fund	\$0	\$0	\$0	\$275,000	\$275,000
FTE	0.00	0.00	0.00	0.00	0.00

¹ The accrued leave payments line item added by the House is removed, and the associated funding returned to line items with salaries and wages funding.

² Funding of \$200,000 from the state disaster relief fund removed by the House for volunteer disaster response coordination is restored. The executive budget recommendation provided for total funding of \$400,000 from the state disaster relief fund for volunteer disaster response coordination.

³ Funding of \$1.5 million from the state disaster relief fund is added to continue county and city housing rehabilitation projects to assist residents in the rehabilitation or replacement of flood-damaged homes. A section is also added regarding the use of the funds.

⁴ One-time funding of \$275,000 from the general fund is added for new State Radio towers to provide total funding of \$1,175,000 from the general fund. The executive budget included funding of \$1,500,000 from the general fund for State Radio towers. The House version provided \$900,000 from the general fund for State Radio towers.

House Bill No. 1016 - Department of Emergency Services - Conference Committee Action

	Executive Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$10,571,028	\$10,298,920		\$10,298,920	\$10,571,028	(\$272,108)
Operating expenses	9,919,488	9,719,488	200,000	9,919,488	9,919,488	
Capital assets	923,240	923,240		923,240	923,240	
Grants	19,373,247	19,373,247		19,373,247	19,373,247	
Disaster costs	147,730,354	147,718,567		147,718,567	149,230,354	(1,511,787)
Radio communications	3,710,000	2,460,000	275,000	2,735,000	2,735,000	
Accrued leave payments		283,895		283,895		283,895
Total all funds	<u>\$192,227,357</u>	<u>\$190,777,357</u>	<u>\$475,000</u>	<u>\$191,252,357</u>	<u>\$192,752,357</u>	<u>(\$1,500,000)</u>
Less estimated income	<u>179,525,854</u>	<u>179,325,854</u>	<u>200,000</u>	<u>179,525,854</u>	<u>181,025,854</u>	<u>(1,500,000)</u>
General fund	\$12,701,503	\$11,451,503	\$275,000	\$11,726,503	\$11,726,503	\$0
FTE	68.00	68.00	0.00	68.00	68.00	0.00

Department 542 - Department of Emergency Services - Detail of Conference Committee Changes

	Restores Funding for Volunteer Disaster Response Coordination¹	Restores a Portion of Funding for State Radio Towers²	Total Conference Committee Changes
Salaries and wages			
Operating expenses	200,000		200,000
Capital assets			
Grants			
Disaster costs			
Radio communications		275,000	275,000
Accrued leave payments			
Total all funds	<u>\$200,000</u>	<u>\$275,000</u>	<u>\$475,000</u>
Less estimated income	<u>200,000</u>	<u>0</u>	<u>200,000</u>
General fund	\$0	\$275,000	\$275,000
FTE	0.00	0.00	0.00

¹ Funding of \$200,000 from the state disaster relief fund removed by the House for volunteer disaster response coordination is restored, the same level as the Senate version. The executive budget recommendation provided for total funding of \$400,000 from the state disaster relief fund for volunteer disaster response coordination.

² One-time funding of \$275,000 from the general fund is added for new State Radio towers to provide total funding of \$1,175,000 from the general fund, the same as the Senate version. The executive budget included funding of \$1,500,000 from the general fund for State Radio towers. The House version provided \$900,000 from the general fund for State Radio towers.